

DAILY MARKETS OVERVIEW

15 JANUARY 2019

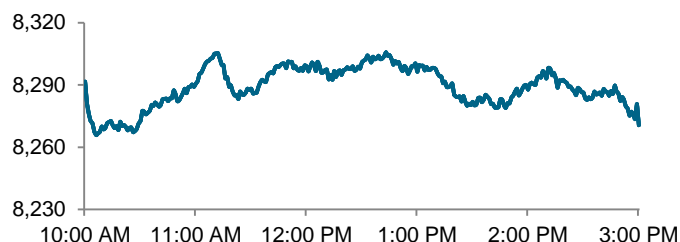
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,271	-0.3	0.7	5.7	17.9
Saudi (NOMU)	2,612	0.5	1.7	3.6	8.6
Energy	4,921	-0.7	-1.1	1.5	18.7
Materials	5,469	-0.8	-0.3	4.1	17.0
Capital Goods	3,890	-1.1	0.0	-0.3	22.2
Com. & Prof. Svc	4,354	1.2	1.7	5.3	18.6
Transportation	3,521	0.4	0.6	1.3	20.5
Cons. Durables & Apparel	3,655	-0.7	-0.3	-0.2	NA
Consumer Services	3,097	-0.2	2.2	5.1	NA
Media	10,180	-0.1	0.2	0.0	NA
Retailing	7,022	-0.7	0.5	2.3	33.5
Food & Staples Retailing	5,983	0.6	0.8	0.6	24.3
Food & Beverages	4,237	1.5	2.3	9.0	NA
Health Care Equipment	3,800	0.3	0.5	1.1	20.5
Pharma, Biotech & Life Science	3,859	0.2	-1.5	-0.5	26.9
Banks	7,859	-0.1	1.6	8.9	14.1
Diversified Financials	3,492	0.1	0.8	0.4	NA
Insurance	4,270	-0.2	-0.5	2.3	NA
Telecommunication	5,713	-0.4	-0.7	5.7	19.1
Utilities	3,401	-0.2	1.0	1.0	NA
REITs	3,618	-0.3	-0.1	-0.1	NA
Real Estate	3,157	-0.3	0.4	-2.1	23.5

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Dallah Healthcare Holding Co.	63.10	3.8%	45.6
United International Transportation Co.	27.90	3.1%	25.8
Almarai Co.	55.20	3.0%	50.0
Allianz Saudi Fransi Cooperative Insurance Co.	30.85	2.7%	9.1
Saudi United Cooperative Insurance Co.	24.36	2.4%	16.1

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Al Abdullatif Industrial Investment Co.	16-Jan-19
Samba Financial Group	20-Jan-19
Saudi Airlines Catering Co.	27-Jan-19
Gulf Union Cooperative Insurance Co.	27-Jan-19
Amana Cooperative Insurance Co.	28-Jan-19
Etihad Atheeb Telecommunication Co.	30-Jan-19

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of January 15, 2019
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.3% lower at 8,271 while NOMU ended 0.5% higher at 2,612 on Monday. TASI traded value totaled SAR 3.2bn and averaged SAR 2.7bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 43.4% of the daily traded value.
- Banks and Materials closed 0.1% and 0.8% lower, respectively. Telecom declined 0.4%. Food & Beverages (up 1.5%) was the best sector performer. Among stocks, Dallah Healthcare Holding Co. (4004/DALLAH AB), United International Transportation Co. (4260/BUDGET AB), and Almarai Co. (2280/ALMARAI AB) led the gainers.
- The Minister of Energy stated that oil demand remains strong and he sees no impact from U.S.-China trade tensions. On the supply side, he added that the country is vigilant to take appropriate response if there is an impact on demand. (Source: Zawya)
- Saudi Arabian General Investment Authority (SAGIA) stated that licensed investments in KSA doubled in 2018. Expansion requests also doubled for the year, whereas investor satisfaction reached 94%. (Source: Argam)
- KSA plans to develop a USD 2.0bn (SAR 7.5bn) solar and carbon black integrated complex in partnership with China's Longi (601012 CH) and South Korea's OCI (010060 KS). A feasibility study for the project will be completed by mid-2019. (Source: Zawya)
- The Saudi Industrial Property Authority (Modon) signed an agreement with TAQNIYA Advanced Materials to set up the country's first carbon pipe factory in Riyadh Third Industrial City. (Source: Argam)
- Saudi Aramco revealed that it would unveil branded fuel stations in the local market soon. The fuel stations will have modern self-serve pumps, with credit/debit card payment options, as well as convenience stores and restaurants. (Source: Argam)
- ACWA Power is planning to manufacture solar panels. The company is working with the Public Investment Fund (PIF) and Japan's SoftBank (9984 JP) on their USD 200bn (SAR 750bn) solar-power generation project, announced last March. (Source: Argam)
- Tatweer Buildings Co. signed SAR 45.5mn (USD 12.1mn) worth of public-private partnership (PPP) contracts in 2018, as part of the company's investment plan to develop educational buildings with the participation of the private sector. (Source: Argam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Enaya Cooperative Insurance Co.	15.22	-7.1%	337.6
Abdullah A. M. Al-Khodari Sons Co.	6.96	-2.7%	14.8
Amana Cooperative Insurance Co.	22.60	-2.6%	30.0
Yanbu Cement Co.	22.64	-2.6%	3.5
Arabian Cement Co.	21.22	-2.2%	6.3

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Basic Industries Corp.	122.00	-1.1%	408
Al Rajhi Bank	98.60	0.0%	342
Saudi Enaya Cooperative Insurance Co.	15.22	-7.1%	338
Alinma Bank	23.98	-0.3%	186
Saudi Fisheries Co.	65.00	-2.0%	127

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,527	-0.4	-0.7	-0.1	7.7
Abu Dhabi (ADX)	4,999	0.6	0.7	1.7	13.4
Kuwait (KSE)	5,234	-0.3	-0.2	0.9	18.4
Qatar (QE)	10,672	0.2	0.1	3.6	15.8
Oman (MSM)	4,309	0.1	0.0	-0.3	9.1
Bahrain (BSE)	1,344	0.0	0.2	0.5	8.7
DJMENA Index	578	-0.2	0.4	9.7	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,583	-0.5	-0.5	3.0	17.7
US (NASDAQ 100)	6,906	-0.9	-0.9	4.1	20.0
UK (FTSE 100)	6,855	-0.9	-0.9	1.9	15.7
Germany (DAX)	10,856	-0.3	-0.3	2.8	12.0
France (CAC 40)	4,763	-0.4	-0.4	0.7	14.7
Russia (MICEX)	2,440	-0.2	-0.2	3.0	5.3
Japan (Nikkei)	20,360	0.0	0.0	1.7	14.2
Hong Kong (HSI)	26,298	-1.4	-1.4	1.8	10.0
South Korea (KOSPI)	2,065	-0.5	-0.5	1.2	10.0
China (SHCOMP)	2,536	-0.7	-0.7	1.7	11.9
India (NIFTY)	10,738	-0.5	-0.5	-1.2	22.3
Brazil (IBOV)	94,474	0.9	0.9	7.5	20.9
Turkey (BIST 100)	92,054	0.4	0.4	0.9	6.7
Egypt (EGX30)	13,336	-0.2	-0.2	2.3	12.3
MSCI Emerging Markets	993	-0.8	-0.8	2.8	12.0
MSCI World	1,948	-0.5	-0.5	3.4	16.2

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	59.0	-2.5	-2.5	9.6	-15.6
Natural Gas (\$/mmbtu)	3.6	15.9	15.9	22.1	16.9
Gold (\$/oz)	1,292	0.3	0.3	0.7	-3.5
Silver (\$/oz)	15.7	0.4	0.4	1.0	-9.2
Platinum (\$/oz)	802	-1.0	-1.0	0.8	-19.3
Copper (\$/t)	5,867	-0.9	-0.9	-1.4	-17.1
Zinc (\$/t)	2,489	-0.4	-0.4	-1.2	-27.6
Lead (\$/mt)	1,962	0.0	0.0	-2.3	-22.6
Wheat (\$/bu)	514	-1.0	-1.0	2.2	4.4
Corn (\$/bu)	379	0.1	0.1	0.9	-2.9
Sugar (\$/lb)	12.8	-0.2	-0.2	6.0	-16.7

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.79	0.00	-0.02	0.00
Saudi Arabia	2.97	0.00	0.00	0.18
UAE	2.91	0.02	0.08	0.13
Kuwait	2.50	0.00	0.19	-0.29
Qatar	2.88	-0.03	-0.03	0.09
Bahrain	3.95	0.00	0.00	1.16

Source: Reuters

NOTES: (1) Prices updated as of January 15, 2019 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the red on Monday. S&P 500 and NASDAQ decreased 0.5% and 0.9%, respectively. Dow Jones Industrial closed 0.4% lower. In Europe, UK decreased 0.9%, while Germany and France closed 0.3% and 0.4% lower, respectively.
- Asian markets are trading in the green on Tuesday. China is 1.0% higher. Japan is up 0.8% and South Korea is trading 1.4% higher. Hong Kong is up 1.6% while India has increased 0.5%
- GCC markets ended mixed on Monday. Dubai declined 0.4% while Abu Dhabi increased 0.6%. Kuwait was 0.3% lower while Qatar ended 0.2% higher. Oman increased 0.1%, while Bahrain closed flat.
- The Dubai Chamber of Commerce and Industry revealed UAE is forecast to achieve an average real GDP growth rate of 3.8% between 2019 and 2023, supported by an increase in investment flows and private consumption. (Source: Trade Arabia)
- The total investments by Abu Dhabi government in the renewable energy sector has increased to AED 8.0bn (USD 2.2bn), reflecting positively on the sustainability of the industry. (Source: Trade Arabia)
- Oman Minister of Oil stated that the agreement between the Organization of Petroleum Exporting Countries and partners including Russia and Oman can sustain prices at USD 60 a barrel. (Source: Arabian Business)
- Bahrain's National Oil and Gas Authority (Noga) and Italy's Eni (ENI IM) have signed a memorandum of understanding (MoU) on pursuing petroleum exploration of Block 1 in the northern territorial water of Bahrain with a depth ranging from 10m up to 70m. (Source: Trade Arabia)
- Oman Oil Company Explorations and Production (OOCEP) and Eni Oman have entered into an exploration and production sharing agreement (EPSA) for Block 47 with Oman's Government, represented by the Ministry of Oil and Gas. (Source: Trade Arabia)
- Abu Dhabi National Hotels (ADNH) and First Abu Dhabi Bank (FAB UH) have signed an AED 1.6bn (USD 436mn) loan facility agreement. The agreement would provide ADNH with the financing capability to acquire a number of Dubai-based hotels from Emaar Properties (EMAAR UH). (Source: Arabian Business)
- Mubadala Investment Company, through its healthcare investment team, Mubadala Healthcare, announced the acquisition of Amana Healthcare. The acquisition expands Mubadala Healthcare Network's ability to serve patients in the UAE and their rehabilitation needs.
- Etihad Airways is in talks to raise its stake in Jet Airways India (JETIN IN) to 49%, from the current 24%. Jet Airways Chairman's stake could drop to 20% from 51% after the revamp and his voting rights would be capped at 10%. (Source: Arabian Business)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended January 11 (prior: -1.7mn barrels) will be announced tomorrow. (Source: Econoday)
- UK's Consumer Price Index (CPI) for December 2018 (prior: 0.2% M/M; 2.3% Y/Y) will be announced tomorrow. (Source: Econoday)
- US jobless claims for the week ended January 12 (prior: 216K) will be announced on January 17. (Source: Econoday)



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